

# SPECIAL COUNCIL RESOLUTION EXTRACT

(30-05-2017)

ITEM NO	RESOLUTION NO	DATE	ITEM	BACKGROUND	RESOLUTION
01	2502	30-05-2017	IDP, PMS, Budget, Tariffs and Related Policies for 2017/22	<p><b>PURPOSE OF THE REPORT</b></p> <p>It is to submit the final IDP/ LEGAL FRAMEWORK BUDGET for 2017/22 financial year to the Council.</p> <p>With reference to Municipal Finance Management Act no. 53 of 2003, the following sections guide us:</p> <p><b>Section 21</b></p> <p>(1) The mayor of the municipality must</p> <p>(a) Co-ordinate the processes for the preparing of the annual budget and for reviewing the municipality's integrated development plan and budget related policies to ensure that the tabled budget and any revision of the integrated development plan and budget related policies are mutually consistent and credible</p> <p>(b) At least 10 months before the start of the budget year, table in the municipal council time schedule outlining key deadlines for-</p> <p>(i) The preparation, tabling and approval of the annual budget</p> <p>(ii) The annual review of</p> <p>(aa) integrated development plan terms of section 34 of the Municipal Systems Act</p>	<p>Council Resolves to:</p> <p><b>1. Adopt and approve the IDP/Budget, Tariffs and Budget Related policies</b></p> <p><b>2. Approve the mSCOA Budget with subsequent changes made according to NT for mSCOA</b></p>

				<p>(bb) the budget-related</p> <p>(iii) The tabling and adoption of any amendments to the integrated development plan and the budget related policies</p> <p>(iv) Any consultative process forming part of the process referred to in subparagraphs (i), (ii) and (iii)</p> <p><b>Section 18</b></p> <p>An annual budget may be funded from</p> <p>(a) Realistically anticipated revenues to be collected</p> <p>(b) Cash backed accumulated funds from previous years surpluses not committed for other purposes; and</p> <p>(c) Borrowed funds, but only for capital budget</p> <p><b>Section 21</b></p> <p>(2) The mayor of the municipality must</p> <p>(c) Co-ordinate the processes for the preparing of the annual budget and for reviewing the municipality's integrated development plan and budget related policies to ensure that the tabled budget and any revision of the integrated development plan and budget related policies are mutually consistent and credible</p> <p><b>In terms of Section 24 (1) and (2) of the Municipal Finance Management Act (MFMA) No 56, 2003:</b></p> <p>“(1) The municipal council must at least 30 days before the start of the budget year consider approval of the annual budget.</p> <p>(3) An annual budget –</p>	<p>compliance, changes to be made to GUIDs only and not affecting the surplus or deficit.</p>
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				<p>(a) must be approved before the start of the budget year;</p> <p>(b) is approved by the adoption by the council of a resolution referred to in section 17(3)(a)(i); and</p> <p>(c) must be approved together with the adoption of resolutions as may be necessary –</p> <p>(i) imposing any municipal tax for the budget year;</p> <p>(ii) setting any municipal tariffs for the budget year;</p> <p>(iii) approving measurable performance objectives for revenue from each source and for each vote in the budget;</p> <p>(iv) approving any changes to the municipality's integrated development plan; and</p> <p>(v) approving any changes to the municipality's budget-related policies.”</p> <p><b>1. BACKGROUND , FACTS AND PROPOSAL</b></p> <p>The municipality has adopted its process plan on the 31 of August 2016 detailing all the processes of the IDP review and budget preparation for 2017/2018 budget year.</p> <p>The draft budget was prepared and tabled in March 2017. Consultation was made with relevant stakeholders in the month of April, and as such their inputs were considered.</p> <p>The final budget is submitted to the Council for adoption.</p>	
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Lazola Ndamase

Council Secretary

12 – 06 – 2017